

RIM FIRE

HIGH SPOT ESTIMATED ADDITIONAL EARNINGS & RETURN ON INVESTMENT - BOLT ACTION

THIRD YEAR OF OPERATION - IN 000'S DOLLARS

	<u>M/514 Continued (Low Range)</u>	<u>M/514 Continued (High Range)</u>	<u>M/514 Discontinued (High Range)</u>
<u>Total New Line</u>			
Volume -- Additional Guns	10,000	20,000	25,000
Net Selling	\$ 230	\$ 463	\$ 554
Factory (Mill) Cost	\$ 8	\$ 201	\$ 292
Oper. Earnings	\$ 145	\$ 262	\$ 262
Net Earnings	\$ 70	\$ 127	\$ 127
-Investment			
Construction	\$ 586	\$ 586	\$ 521
Working Capital	\$ 72	\$ 171	\$ 248
Total Capital Required	\$ 658	\$ 757	\$ 769
Facilities Retired	\$ 0	\$ 0	\$ 136
Investment after Completion	\$ 658	\$ 757	\$ 633
<u>Return on Investment</u>			
Total Capital Required	10.6%	16.8%	16.5%
Investment after Completion	10.6%	16.8%	20.1%
Total Capital - R & D Oper.	5.2%	8.8%	8.3%

Table VI